



Upcoming changes to MLC Funds

MLC MasterKey Investment Service Fundamentals

Issue date: 15 September 2023

This document has been prepared and issued by MLC Investments Limited (MLCI) ABN 30 002 641 661, AFSL 230705. MLCI is the Service Operator of MLC MasterKey Investment Service Fundamentals. References to 'we' or 'us' are references to MLCI, unless otherwise stated.

The purpose of this document is to let you know about the changes being made to a range of investment options available on MLC MasterKey Investment Service Fundamentals (as summarised below):

- MLC Wholesale Horizon portfolios
- MLC Wholesale Asset Class funds
- MLC Wholesale Inflation Plus portfolios

The changes will come into effect **from 30 November 2023** and follow the recent merging of MLC and IOOF investment teams and bringing together the combined expertise in managing investment options.

The changes include updates to fund names, Ongoing annual fees and costs (made up of management fees, estimated indirect costs, transactions costs and performance fees), management fee rebates, strategic asset allocations, benchmarks, investment timeframes and investment objectives. More details of the individual impacts for each investment option are included in this document.

A copy of the full notification for these changes can be obtained online at mlcam.com.au

Please note:

For general information, you should obtain the PDS for the relevant investment option from your financial adviser or directly via our website mlc.com.au/findafund or by calling us.

The fee and cost figures below do not include administration fees charged by us or fees charged by your financial adviser. Fees and costs are inclusive of the net effect of GST, if applicable.

Active Diversified						
Current Fund name	MLC Wholesale Horizon 1 Bond Portfolio		MLC Wholesale Horizon 2 Income Portfolio		MLC Wholesale Horizon 3 Conservative Growth	
New Fund name	No change		No change		No change	
Asset Allocation	No change – Refer Fund PDS for current details		Updated – refer to MLCI notification here		Updated – refer to MLCI notification here	
Benchmark	Updated – refer to MLCI notification here		Updated – refer to MLCI notification here		Updated – refer to MLCI notification here	
	Current	New	Current	New	Current	New
Investment objective	Aims to outperform its benchmark (before fees) over 2 year periods.	Aims to outperform its benchmark, after fees, over 2 year periods.	Aims to outperform the Benchmark (before fees) over 3 year periods.	Aims to outperform the Benchmark, after fees, over 3 year periods.	Aims to outperform the Benchmark (before fees) over 3 year periods.	Aims to outperform the Benchmark, after fees, over 5 year periods.
Minimum suggested time to invest	2 years	No change	3 years	No change	4 years	5 years
Ongoing annual fees and costs (p.a.)						
• Management fees	0.55%	0.50%	0.75%	0.70%	0.80%	0.75%
• Estimated indirect costs	0%	No change	0.05%	No change	0.06%	No change
• Transaction costs	0%	No change	0.01%	0.03%	0.03%	0.05%
• Performance fees	0%	No change	0.02%	0.03%	0.03%	No change
Management fee rebate (p.a.)	0.03%	0%	0.15%	0%	0.15%	0%

Active Diversified						
Current Fund name	MLC Wholesale Horizon 4 Balanced Portfolio		MLC Wholesale Horizon 5 Growth Portfolio		MLC Wholesale Horizon 6 Share Portfolio	
New Fund name	No change		No change		MLC MultiActive High Growth	
Asset Allocation	Updated – refer to MLCI notification here		Updated – refer to MLCI notification here		Updated – refer to MLCI notification here	
Benchmark	Updated – refer to MLCI notification here		Updated – refer to MLCI notification here		Updated – refer to MLCI notification here	
	Current	New	Current	New	Current	New
Investment objective	Aims to outperform the Benchmark (before fees) over 4 year periods.	Aims to outperform the Benchmark, after fees, over 5 year periods.	Aims to outperform the Benchmark (before fees) over 5 year periods	Aims to outperform the Benchmark, after fees, over 7 year periods.	Aims to outperform the Benchmark (before fees) over 5 year periods.	Aims to outperform the Benchmark, after fees, over 7 year periods.
Minimum suggested time to invest	5 years	No change	6 years	7 years	6 years	7 years
Ongoing annual fees and costs (p.a.)						
• Management fees	0.85%	0.80%	0.90%	0.85%	0.95%	0.90%
• Estimated indirect costs	0.06%	0.07%	0.05%	0.06%	0.03%	0.04%
• Transaction costs	0.04%	0.07%	0.05%	0.07%	0.05%	0.08%
• Performance fees	0.03%	No change	0.02%	No change	0.02%	0%
Management fee rebate (p.a.)	0.15%	0%	0.17%	0%	0.18%	0%

Active Diversified		Real Return				
Current Fund name	MLC Wholesale Horizon 7 Accelerated Growth	MLC Wholesale Inflation Plus Conservative		MLC Wholesale Inflation Plus Moderate		
New Fund name	MLC MultiActive Geared	No change		MLC Real Return Moderate		
Asset Allocation	Updated – refer to MLCI notification here	Updated – refer to MLCI notification here		Updated – refer to MLCI notification here		
Benchmark	Updated – refer to MLCI notification here	No change		No change		
	Current	New	Current	New	Current	New
Investment objective	Aims to outperform the Benchmark (before fees) over 5 year periods.	Aims to outperform the Benchmark, after fees, over 7 year periods.	Aims to deliver a return of 2% (p.a.) above inflation (after management costs), subject to limiting the risk of negative returns over 3 year periods.	No change	Aims to deliver a return of 3.5% (p.a.) above inflation (after management costs), subject to limiting the risk of negative returns over 5 year periods.	No change
Minimum suggested time to invest	8 Years	No change	3 to 5 years	3 years	5 to 7 years	5 years
Ongoing annual fees and costs (p.a.)						
• Management fees	1.10%	1.05%	0.65%	No change	0.85%	No change
• Estimated indirect costs	0.01%	0.04%	0.09%	No change	0.07%	No change
• Transaction costs	0.06%	No change	0.03%	No change	0.03%	No change
• Performance fees	0.01%	0%	0.07%	No change	0.04%	No change
Management fee rebate (p.a.)	0.10%	0%	0%	No change	0%	No change

Real Return		Sector				
Current Fund name	MLC Wholesale Inflation Plus Assertive Portfolio	MLC Wholesale Australian Share Fund		MLC Wholesale Diversified Debt Fund		
New Fund name	MLC Real Return Assertive	No change		No change		
Asset Allocation	Updated – refer to MLCI notification here	No change		Updated – refer to MLCI notification here		
Benchmark	No change	Updated – refer to MLCI notification here		Updated – refer to MLCI notification here		
	Current	New	Current	New	Current	New
Investment objective	Aims to deliver a return of 4.5% (p.a.) above inflation (after management costs), subject to limiting the risk of negative returns over 7 year periods.	No change	Aims to outperform the Benchmark (before fees) over 5 year periods.	Aims to outperform the Benchmark, after fees, over 7 year periods.	Aims to outperform the Benchmark (before fees) over 3 year periods.	Aims to outperform the Benchmark, after fees, over 3 year periods.
Minimum suggested time to invest	7 to 10 years	7 years	7 Years	No change	3 to 5 years	3 years
Ongoing annual fees and costs (p.a.)						
• Management fees	0.95%	No change	0.78%	0.73%	0.60%	0.50%
• Estimated indirect costs	0.06%	No change	0%	No change	0%	No change
• Transaction costs	0.05%	No change	0.06%	No change	0%	No change
• Performance fees	0.03%	No change	0%	No change	0%	No change
Management fee rebate (p.a.)	0%	No change	0.05%	0%	0.10%	0%

Sector						
Current Fund name	MLC Wholesale Global Property Fund		MLC Wholesale Global Share Fund		MLC Wholesale Property Securities Fund	
New Fund name	No change		No change		No change	
Asset Allocation	No change		No change		No change	
Benchmark	Updated – refer to MLCI notification here		Updated – refer to MLCI notification here		No change	
	Current	New	Current	New	Current	New
Investment objective	Aims to outperform the Benchmark (before fees) over 5 year periods.	Aims to outperform the Benchmark, after fees, over 7 year periods.	Aims to outperform the Benchmark (before fees) over 5 year periods.	Aims to outperform the Benchmark, after fees, over 7 year periods.	Aims to outperform the Benchmark (before fees) over 5 year periods.	Aims to outperform the Benchmark, after fees, over 7 year periods.
Minimum suggested time to invest	7 years	No change	7 years	No change	7 years	No change
Ongoing annual fees and costs (p.a.)						
• Management fees	0.89%	0.87%	0.90%	0.85%	0.68%	0.62%
• Estimated indirect costs	0%	No change	0%	No change	0%	No change
• Transaction costs	0.06%	No change	0.05%	No change	0%	No change
• Performance fees	0%	No change	0%	No change	0%	No change
Management fee rebate (p.a.)	0.02%	0%	0.05%	0%	0.06%	0%

Sector				
Current Fund name	MLC Wholesale Australian Share Index Fund		MLC Wholesale IncomeBuilder	
New Fund name	No change		No change	
Asset Allocation	No change		No change	
Benchmark	Updated – refer to MLCI notification here		No change	
	Current	New	Current	New
Investment objective	Aims to match the return of the Benchmark, before taking into account fees.	No change	Aims to provide an income stream (excluding capital gains) that grows each year, by investing primarily in Australian shares.	No change
Minimum suggested time to invest	7 years	No change	7 years	No change
Ongoing annual fees and costs (p.a.)				
• Management fees	0.35%	0.27%	0.72%	No change
• Estimated indirect costs	0%	No change	0%	No change
• Transaction costs	0%	No change	0%	No change
• Performance fees	0%	No change	0%	No change
Management fee rebate (p.a.)	0.08%	0%	0%	No change

Important information

This information has been prepared by MLC Investments Limited, ABN 30 002 641 661 AFSL 230705 (MLCI), as the operator of MLC MasterKey Investment Service Fundamentals. MLCI is part of the Insignia Financial Group of companies comprising Insignia Financial Ltd ABN 49 100 103 722 and its related bodies corporate (Insignia Financial Group). This information is general in nature and does not take into account your objectives, financial situation and needs. Before acting on any of this information you should consider its appropriateness, having regard to your objectives, financial situation and needs. You should consider obtaining financial advice before making any financial decisions based on this information.

It is recommended that you consider the relevant Product Disclosure Statement (PDS), or Financial Services Guide (FSG) before you make any decision. You can obtain the latest copy of the PDS, FSG (or other disclosure documents) and Target Market Determination (TMD) by calling us on 132 652 or by searching for the applicable product at mlc.com.au